

Agency 19 - Department Of Banking

Statutory Authority:

The following statutory provisions contain the authority and responsibilities of the Department of Banking & Finance:

1. Chapter 8, Articles 1-21; 23. (Financial Institutions, Holding Companies, Sale of Checks & Funds Transmission, Securities, Commodities)
2. Chapter 21, Article 17. (Credit Unions)
3. Chapter 45, Articles 1-3, 7, 9 & 10. (Installment Loan Companies, Installment Sales, Loan Brokers, Mortgage Bankers, Delayed Deposit Services)
4. Chapter 59, Article 17. (Seller Assisted Marketing Plans)

Vision Statement:

The Agency's Vision is to continually evaluate and improve its methods of carrying out its Mission Statement.

Mission Statement:

The Mission of this Agency is to protect and maintain the public confidence through the fair, efficient, and experienced supervision of the state-regulated financial services industries; to assist the public in their dealings with those entities; to assist those regulated in a manner which allows them to remain competitive, yet maintain their soundness in compliance with the law; to fulfill statutory responsibilities with regard to all licensees and registrants; and to investigate violations of the laws and cooperate with other agencies in seeking a timely resolution of problems and questions.

The Agency's guiding principles are reflected in its Mission Statement.

Goals:

The Agency Goals are:

1. Continue to update and rewrite Agency rules and opinions as necessary to remain current with the industries regulated and advancing technologies.
2. Continue to expand the use of computerization both in the office and in the field. Expand on the use of Internet and Intranet resources to fulfill the Agency Mission.
3. Continue to provide a quality work environment for Agency personnel.
4. Maintain and build on the role as an Agency whose personnel work well with both the industries they regulate and the public; an Agency whose regulators work to ensure that the public is protected, and those regulated can continue to operate safely and competitively in the rapidly changing financial marketplace.
5. Maintain and build on good working relationship with other state and federal regulators and, when appropriate, share and incorporate information to increase efficiencies for the Agency, for those regulated, and the public.
6. Work singly and with other groups to maintain the dual-chartering system for financial institutions.

Financial Data:

	Actual FY02	Approp FY03	Request FY04	Recom FY04	Request FY05	Recom FY05
General Fund	0	0	0	0	0	0
Cash Fund	4,137,554	4,926,945	4,914,471	5,099,089	4,927,006	5,209,620
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
Total Agency	4,137,554	4,926,945	4,914,471	5,099,089	4,927,006	5,209,620

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Program 065 - Enforcement Of Standards - Financial Institutions

Program Objectives:

The purpose of the Financial Institutions area is to regulate financial entities and services offered to the general public. Provide continuing education opportunities for staff and ensure that they are utilizing up-to-date equipment. We have established the following overall goals:

1. Provide adequate training for new and existing staff via schools and workshops offered by state and national industry affiliates.
2. Provide employees with opportunities to advance through cross-training/continuing education and reclassification, or promotion.
3. Upgrade existing and provide additional computer hardware/software. Use Internet/Intranet to increase effectiveness.

Financial Data:

	Actual FY02	Approp FY03	Request FY04	Recom FY04	Request FY05	Recom FY05
General Fund	0	0	0	0	0	0
Cash Fund	3,164,353	3,700,211	3,714,453	3,814,731	3,720,032	3,893,265
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
Total	3,164,353	3,700,211	3,714,453	3,814,731	3,720,032	3,893,265

Performance Measures:

The Department is expanding the use of technology, particularly computer software, to increase the amount and quality of information available for measuring performance. In addition, the Department also revised its financial reporting to better track and predict financial performance and provide useful cost information.

Outcomes and quality are measured in several ways such as evaluations by outside organizations. For example, the Department participates in a yearly evaluation conducted by the Nebraska Bankers Association regarding regulatory procedures, effectiveness and personnel. The Department is also accredited by the Conference of State Bank Supervisors. The accreditation process (completed in 1993, 1998 and every five years thereafter) requires a yearly evaluation by an outside team. The Division's professional staff also meets regularly to discuss/evaluate exam schedules, methods of operation and workload.

Below are several statistics that provide input and output information:

Number of Charters/Licenses

AS OF 6/30/2002	FY02	*FY03	*FY04	*FY05
Banks	196	190	185	180
Credit Unions	29	28	28	28
Installment Loan Companies	49	49	49	49
Delayed Deposit Services	85	85	85	85

*Estimates.

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Program 066 - Enforcement Of Standards - Securities

Program Objectives:

The purpose of the Securities Bureau is to regulate financial services offered to the general public. Provide continuing education opportunities for staff and ensure that they are utilizing up-to-date equipment. Establishing the following overall goals:

1. Provide adequate training for new and existing staff via schools and workshops offered by state and national industry affiliates.
2. Provide employees with opportunities to advance through cross-training/continuing education and reclassification, or promotion.
3. Upgrade existing and provide additional computer hardware/software. Use Internet/intranet to increase effectiveness.

Financial Data:

	Actual FY02	Approp FY03	Request FY04	Recom FY04	Request FY05	Recom FY05
General Fund	0	0	0	0	0	0
Cash Fund	973,201	1,226,734	1,200,018	1,284,358	1,206,974	1,316,355
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
Total	973,201	1,226,734	1,200,018	1,284,358	1,206,974	1,316,355

Performance Measures:

As with the Financial Institutions Division, the Bureau of Securities is also investing in technology to increase the amount and quality of information available for measuring performance. The Department's financial reporting changes will also improve cost and financial tracking.

Outcomes and quality, however, can be measured in several ways. For several years the number of industry personnel and transactions regulated by the Bureau have increased. However, automation and technology have allowed the Bureau to process this increase without a corresponding increase in personnel.

Below are several statistics that provide input and output information:

Licenses/Registrations	FY02	*FY03	*FY04	*FY05
As of 6/30/2002				
Broker-Dealers	1,520	1,500	1,500	1,500
Broker-Dealer Agents	57,388	55,000	55,000	55,000
Investment Advisors	639	625	625	625
IA Representatives	1,606	1,600	1,625	1,650
Securities Filed	20,467	20,000	20,500	21,000

*Estimates.